



Enquiries: I Mogopodi

18 May 2020

Ref. 5/1/2/3

EXTRACT FROM THE MINUTES OF A COUNCIL MEETING OF THE LOCAL MUNICIPALITY
OF RAND WEST CITY HELD ON

14 MAY 2020

CERTIFIED A TRUE COPY

SP.2/14/05/2020

**DRAFT 2020/21 MEDIUM-TERM REVENUE AND EXPENDITURE
FRAMEWORK FOR THE RAND WEST CITY LOCAL MUNICIPALITY**

(5/1/2/3)

RESOLVED:

- (a) that cognisance be taken of the report of the **Executive Mayor** regarding the Draft 2020/21 Medium-Term Revenue and Expenditure Framework for the Rand West City Local Municipality;
- (b) that in terms of section 24 of the Municipal Finance Management Act, 2003 (Act 56 of 2003), that the draft annual budget of the municipality for the financial year 2020/21 and the multi-year appropriations as set out in the following tables as contained in the **2020/21 Draft MTREF** budget be approved for review:
 - (i) Budgeted Financial Performance (revenue and expenditure by standard classification;
 - (ii) Budgeted Financial Performance (revenue and expenditure by municipal vote);
 - (iii) Budgeted Financial Performance (revenue by source and expenditure by type);
 - (iv) Multi-year and single-year capital appropriations by municipal vote and standard classification and associated funding by source;
 - (v) Budgeted Financial Position;
 - (vi) Budgeted Cash Flows;
 - (vii) Cash backed reserves and accumulated surplus reconciliation;
 - (viii) Asset management;
- (c) that in terms of section 75A of the Local Government: Municipal Systems Act, 2000 (Act 32 of 2000), that the tariffs for 2020/21 property rates, electricity, the supply of water, sanitation services as well as refuse removal services as set out in the **Draft Municipal Tariff Book (Annexure "1")** be approved for review;
- (d) that it be noted that the implementation of the proposed increase in electricity tariffs is within the National Electricity Regulator of South Africa (NERSA) guidelines;
- (e) that in terms of section 75A of the Local Government: Municipal Systems Act, 2000 (No.32 of 2000), that the tariffs for sundry services as set out in **Draft Municipal Tariff Book (Annexure "1")** be approved for review;
- (f) that cognisance be taken that all indigent households who have been registered, verified and approved with a threshold of R4,000-00 and less be accorded assistance as follows:-
 - (i) 6 kl free water
 - (ii) 50 kWh free electricity
 - (iii) Full subsidy for property rates
 - (iv) Full subsidy for sanitation
 - (v) Full subsidy for refuse removal

Rand West City Local Municipality

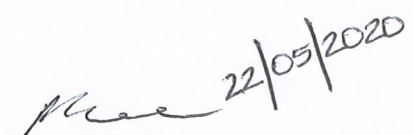
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(g) that the following budget-related policies for the Rand West City Local Municipality be considered for review as enclosed **electronically on TEAMS**:

- (i) Draft 2020/21 Municipal Tariff Book (**Annexure "1"**)
 - (ii) Cost Containment Policy (**Annexure "2"**)
 - (iii) Bad Debt Write Off policy (**Annexure "3"**)
 - (iv) Borrowing Policy (**Annexure "4"**)
 - (v) Budget Policy (**Annexure "5"**)
 - (vi) Capital Planning project policy (**Annexure "6"**)
 - (vii) Cash and Investment Policy (**Annexure "7"**)
 - (viii) Contract Management Policy (**Annexure "8"**)
 - (ix) Credit Control and Debt Collection Policy (**Annexure "9"**)
 - (x) Fixed Asset Management Policy (**Annexure "10"**)
 - (xi) Funding and Reserves Policy (**Annexure "11"**)
 - (xii) Indigent Support Policy (**Annexure "12"**)
 - (xiii) Inventory Policy (**Annexure "13"**)
 - (xiv) Insurance Policy (**Annexure "14"**)
 - (xv) Irregular, Unauthorised, Fruitless and Wasteful Expenditure Policy (**Annexure "15"**)
 - (xvi) Long Term Financial Planning Policy (**Annexure "16"**)
 - (xvii) Property Rates Policy Randfontein (**Annexure "17"**)
 - (xviii) Property Rates Policy Westonaria (**Annexure "18"**)
 - (xix) Supply Chain Management Policy (**Annexure "19"**)
 - (xx) Tariff Policy (**Annexure "20"**)
 - (xxi) Unclaimed deposit policy (**Annexure "21"**)
 - (xxii) Virement Policy (**Annexure "22"**)
 - (xxiii) Revenue Enhancement Policy (**Annexure "23"**)
 - (xxiv) Provision for Doubtful Debts Policy (**Annexure "24"**)
- (h) that the draft policies and tariffs be workshopped;
- (i) that Circular 98 and 99 be utilised in the compilation of the 2020/2021 Budget;
- (j) that the proposed increases for 2020/2021: 6,4% for electricity, 6,6% for water, 6,4% for refuse and sanitation and 6,4% for property tax be considered;
- (k) that a 10% increase for sundry tariffs be considered;
- (l) that the funded budget plans (revenue enhancement and cost containment) as approved with the 2019/20 budget be reviewed, updated and submitted to province and National Treasury with the final budget.



MR. M. NKELE
(EXECUTIVE MANAGER: CORPORATE SUPPORT SERVICES)

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